

SENATE BILL

No. 8

**Introduced by Senator Aanestad
(Coauthor: Senator Harman)**

October 11, 2007

An act to add Section 17053.102 to the Revenue and Taxation Code, relating to taxation, to take effect immediately, tax levy.

LEGISLATIVE COUNSEL'S DIGEST

SB 8, as introduced, Aanestad. Personal income taxes.

The Personal Income Tax Law authorizes various credits against the taxes imposed by that law.

This bill would allow to a physician a credit in an amount equal to 50% of the fair market value of uncompensated medical care provided to an eligible individual, as defined.

This bill would take effect immediately as a tax levy.

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 17053.102 is added to the Revenue and
- 2 Taxation Code, to read:
- 3 17053.102. (a) There shall be allowed a credit against the “net
- 4 tax,” as defined by Section 17039, an amount equal to 50 percent
- 5 of the fair market value of uncompensated medical care provided
- 6 by a physician during the taxable year to an eligible individual.
- 7 (b) For purposes of this section:

1 (1) “Physician” means a physician and surgeon licensed by the
2 Medical Board of California or the Osteopathic Medical Board of
3 California.

4 (2) “Eligible individual” means a resident of this state who is
5 not covered by health insurance and is a member of a household
6 whose combined household adjusted gross income for the taxable
7 year is less than the federal poverty level for that household for
8 the applicable taxable year.

9 (c) In the case where the credit allowed by this section exceeds
10 the “net tax,” the excess may be carried over to reduce the “net
11 tax” in the following year, and succeeding years if necessary, until
12 the credit is exhausted.

13 SEC. 2. This act provides for a tax levy within the meaning of
14 Article IV of the Constitution and shall go into immediate effect.

O